

IN THE UNITED STATES BANKRUPTCY COURT  
FOR THE DISTRICT OF DELAWARE

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W.R. GRACE & COMPANY, et al<sup>1</sup>,

Chapter 11

Debtors.

Case No. 01-01139(JKF)

(Jointly Administered)

Objection Deadline: 10/19/10 @ 4:00 pm

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**MONTHLY FEE APPLICATION OF BAKER DONELSON BEARMAN CALDWELL &  
BERKOWITZ, P.C. AS A PROFESSIONAL EMPLOYED BY THE ESTATE FOR THE  
DEBTORS FOR THE MONTH OF AUGUST, 2010**

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**SUMMARY SHEET**

Name of Applicant: Baker, Donelson, Bearman, Caldwell & Berkowitz, P.C.

Authorized to provide professional services to: W.R. Grace & Company, et al, Debtors and Debtors-in-Possession, its Board of Directors, and Counsel.

Date of Retention: June 16, 2004, effective April 2, 2001  
(Legislative Affairs Services).

Period for which compensation and reimbursement is sought: August 1, 2010 – August 31, 2010.

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<sup>1</sup> The Debtors consist of the following 62 entities: W.R. Grade & Co. (f/k/a Grace Specialty Chemicals, Inc.), W.R. Grace & Co.-Conn, A-1 Bit & Tool Co., Inc., Alewife Boston Ltd., Alewife Land Corporation, Amicon, Inc., CB Biomedical, Inc. (f/k/a Circe Biomedical, Inc.), CCHP, Inc., Coalgrace, Inc., Coalgrace II, Inc., Creative Food 'N Fun Company, Darex Puerto Rico, Inc., Del Taco Restaurants, Inc. Dewey and Almy, LLC (f/k/a Dewey and Almy Company), Ecarg, Inc., Five Alewife Boston Ltd., G C Limited Partners I, Inc. (f/k/a Grace Cocoa Limited Partners I, Inc.), G C Management, Inc. (fka Grace Cocoa management, Inc.), GEC Management Corporation, GN Holdings, Inc., GPC Thomasville Corp., Gloucester New Communities Company, Inc., Grace A-B Inc., Grace A-B (( Inc., Grace Chemical Company of Cuba, Grace Culinary Systems, Inc., Grace Drilling Company, Grace Energy Corporation, Grace Environmental, Inc., Grace Europe, Inc., Grace H-G Inc., Grace H-Gm II Inc., Grace Hotel Services Corporation, Grace International Holdings, Inc. (f/k/a Dearborn International Holdings, Inc.), Grace Offshore Company, Grace PAR Corporation, Grace Petroleum Libya Incorporated, Grace Tarpon Investors, Inc., Grace Ventures Corp., Grace Washington, Inc., W.R. Grace Capital Corporation, W.R. Grace Land Corporation, Gracoal, Inc., Gracoal II, Inc., Guanica-Caribe Land Development Corporation, Hanover Square Corporation, Homco International, Inc., Kootenai Development Company, L B Realty, Inc., Litigation Management, Inc. (f/k/a GHSC Holding, Inc., Grace JVH, Inc., Asbestos Management, Inc.), Monolity Enterprises Incorporated, Monroe Street, Inc., MRA Holdings Corp. (f/k/a Nestor-BNA Holdings Corporation), MRA Internedco, Inc. (f/k/a Nestor-BNA, Inc.), MRA Staffing Systems, Inc. (f/k/a British Nursing Association, In.), Remedium Group, Inc. (f/k/a Environmental Liability Management, Inc., E&C Liquidating Corp., Emerson & Cuming, Inc.), Southern Oil, Resin & Fiberglass, Inc., Water Street Corporation, Axial Basin Ranch Company, CC Partners (f/k/a Cross Country Staffing), Hayden-Gulch West Coal Company, H-G Coal Company.

Amount of Compensation sought as actual, reasonable and necessary:	Total:	\$20,000.00
	Less holdback (at 20%):	\$4,000.00
Amount of Expense Reimbursement sought as actual, reasonable and necessary:		\$0.00

This is a  monthly  interim  final application.

Pursuant to Motion filed by Debtors, Baker, Donelson, Bearman, Caldwell & Berkowitz, P.C. ("Baker Donelson") was approved as a professional employed by the estate for the Debtors by Order entered on June 16, 2004 nunc pro tunc to April 2, 2001. The Order authorizing employment of Baker Donelson approved the services of Baker Donelson to advise the Debtors, their counsel and their Board of Directors with respect to current, pending, and future legislative affairs; and such other related services as the Debtors may deem necessary or desirable ("Legislative Affairs Services"). Compensation of Baker Donelson was approved on a flat rate in the amount of \$17,000.00 per month for services rendered, plus reimbursement of actual and necessary expenses incurred by Baker Donelson. The Court's Order entered March 15, 2005 (described below) increased the flat rate from \$17,000.00 per month to \$20,000.00 per month for services rendered plus reimbursement of actual and necessary expenses incurred by Baker Donelson.

This is the monthly application for compensation for services filed by Baker Donelson reflecting services rendered for the month of August, 2010. During the applicable time period, services were rendered to the Debtors by Keith Kennedy, Senior Public Policy Advisor of Baker Donelson (Legislative Affairs Services).

All work performed by Mr. Kennedy was in accordance with the Application and Orders approving the employment of Baker Donelson<sup>2</sup>.

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<sup>2</sup> Under Order Approving Employment of Baker Donelson, the firm is not to be compensated based on a hourly rate; therefore, a calculation of total fees by hour and category is not applicable. A description of services provided is attached in Exhibit B.

Attached as Exhibit A is the Verification of Keith Kennedy. Attached as Exhibit B is a monthly detail of the work performed by Baker Donelson on behalf of Debtors for Legislative Affairs Services.

WHEREFORE, Baker Donelson respectfully requests:

- (A) That allowance and payment be made to it as fully described above for 80% of the amount of \$20,000.00 (\$16,000.00) for reasonable, necessary and professional services which Baker Donelson has rendered to the Debtors during the applicable period;
- (B) That the fees be paid as administrative expenses of the Debtors' estate; and
- (C) That this Court grant such further relief as is equitable and just.

Dated September 21, 2010.

Respectfully submitted,

BAKER DONELSON BEARMAN  
CALDWELL & BERKOWITZ, PC

By:



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E. Franklin Childress, Jr.  
165 Madison Ave., Suite 2000  
Memphis, Tennessee 38103  
Telephone: (901)526.2000

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VERIFICATION

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Washington  
District of Columbia

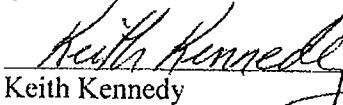
Keith Kennedy, after being duly sworn according to law, deposes and says:

1. I am Senior Public Policy Advisor of Baker, Donelson, Bearman, Caldwell & Berkowitz, P.C.
2. I personally performed the work relating to the rendering of Legislative Affairs Services as set forth and described in the monthly detail for the month of August, 2010 attached as Exhibit B.
3. I reviewed the Application and the facts set forth therein are true and correct to the best of my knowledge, information and belief.

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4. I have reviewed the requirements of Local Rule 2016-2 and the Amended Administrative Order under 11 U.S.C. §§ 105(a) and 331 Establishing Revised Procedures for Interim Compensation and Reimbursement of Expenses for Professionals and Official Committee Members signed April 17, 2002 and submit that the Application substantially complies with such Rule and Order.

  
Keith Kennedy

SWORN TO AND SUBSCRIBED before me this 23 day of September, 2010.

  
Erica Haynes  
Notary Public

My Commission Expires: \_\_\_\_\_

ERICA HAYNES  
NOTARY PUBLIC DISTRICT OF COLUMBIA  
My Commission Expires May 31, 2011

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 ) Case No. 01-01139 (JKF)  
 ) (Jointly Administered)  
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**FEE DETAIL FOR BAKER, DONELSON'S MONTHLY FEE AND EXPENSE APPLICATIONS  
FOR THE PERIOD FROM AUGUST 1, 2010– August 31, 2010  
FOR LEGISLATIVE AFFAIRS SERVICES**

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**AUGUST 2010 FEES FOR KEITH KENNEDY**  
**Please note: Congress was not in session for most of August**

<b>Date</b>	<b>Hours</b>	<b>Description</b>
8/4	2.0	Monitor progress on National Defense Authorization Act in respect to language regarding rare earth
8/10	2.0	Continue to monitor progress on National Defense Authorization Act in respect to language regarding rare earth
8/12	2.0	Provide information with respect to the new Health Care Legislation

**AUGUST 2010 EXPENSES FOR KEITH KENNEDY**

There were no expenses for August